



March 30, 2007

Mr. Charles Terreni  
Chief Clerk/Administrator  
South Carolina Public Service Commission  
Post Office Drawer 11649  
Columbia, South Carolina 29211

Re: Docket No. 1999-434-E/C

Dear Mr. Terreni:

Pursuant to Regulatory Condition No. 6 approved by the Commission in Docket No. 1999-434-E/C, Order No. 2000-0229, Progress Energy Carolinas, Inc. submits for filing with the Commission the original and 5 copies of its annual report of affiliate transactions for the year ending December 31, 2006.

Very truly yours,

s/

Len S. Anthony  
Deputy General Counsel – Regulatory Affairs

cc: John Flitter

LSA/  
Enclosure  
247256

**Summary of Affiliated Transactions  
For the Year Ended December 31, 2006**

**Company: Carolina Power & Light Company, d/b/a Progress Energy Carolinas**

Name of Affiliate Providing Service	Name of Affiliate Receiving Service	Type of Good/Service Provided	Dollar Amount
CP&L	Progress Ventures, Inc., d/b/a Progress Energy Ventures, Inc.	Trading management, CT operations/maintenance, system planning, technical services support, core environmental services, general management and administrative services, marketing support, SO2 inventory	\$ 749,801
CP&L	Rowan County Power, LLC <sup>1</sup>	Transmission/distribution support, CT operations and maintenance	\$ 130,064
CP&L	Effingham County Power, LLC	Transmission/distribution support, CT operations and maintenance	\$ 74,935
CP&L	DeSoto County Generating Co., LLC <sup>2</sup>	CT operations and maintenance	\$ 4,103
CP&L	MPC Generating, LLC	Transmission/distribution support, CT operations and maintenance	\$ 18,691
CP&L	Walton County Power, LLC	Transmission/distribution support, CT operations and maintenance	\$ 98,704
CP&L	Washington County Power, LLC	Transmission/distribution support, CT operations and maintenance	\$ 69,402
CP&L	Florida Power Corporation, d/b/a Progress Energy Florida, Inc.	Shared utility functions, technical services support, generation expansion, CT operations/maintenance; Transmission & Distribution support, oversight, metering, community relations; Customer Service performance solutions, customer service management; Nuclear regulatory, management, assessment, oversight, fuel administration, engineering materials and controls, security, contract support, IT analytical services; Power Operations gas and oil supply, core environmental services, management and finance, planning and work management; Regulated commercial operations power trading, purchased power contract support, joint owner contract support, operational support, gas & oil procurement, wholesale term contract support; Energy Supply native load generation; Energy Delivery management & oversight; Unregulated customer services, transmission & distribution engineering/design/construction; Engineering; Coal procurement and transportation; Shared utility regulated lighting, exterior lighting, fuel forecasting, sale of two GSU transformers	\$ 35,647,212
CP&L	Progress Fuels Corporation (f/k/a Electric Fuels Corporation)	Energy services management, executive management	\$ 131,275
CP&L	Progress Telecommunications Corp.	Inventory sales, executive management,	\$ 237,653
CP&L	Progress Telecom LLC <sup>3</sup>	IRU covering optical fibers, land and electric poles, Telecommunications support	\$ 285,149
CP&L	PT Holdings, LLC	IRU covering optical fibers, land and electric poles, Telecommunications support	\$ 607,534
CP&L	Progress Energy Service Company, LLC	Shared corporate functions, Administrative service group management, Supply chain and warehousing support, Loaned labor	\$ 12,061,800

**Summary of Affiliated Transactions  
For the Year Ended December 31, 2006**

**Company: Carolina Power & Light Company, d/b/a Progress Energy Carolinas**

<b>Name of Affiliate Providing Service</b>	<b>Name of Affiliate Receiving Service</b>	<b>Type of Good/Service Provided</b>	<b>Dollar Amount</b>
CP&L	Progress Energy, Inc	Rent	\$ 5,472
Florida Power Corporation, d/b/a Progress Energy Florida, Inc.	CP&L	Shared utility functions, technical services support, operations support, combustion turbine operations & maintenance, core environmental services; Transmission & Distribution support, distribution design; Customer service performance solutions, answer customer calls; Nuclear services and business operations oversight, nuclear security support, management, regulatory, engineering, contract and material support; Energy Delivery management & oversight, distribution design; Power Operations operations support; Residential support services	\$ 7,685,207
Progress Fuels Corporation	CP&L	Shared utility functions, technical services support, operations support, combustion turbine operations & maintenance, core environmental services; Transmission & Distribution support, distribution design; Customer service performance solutions, answer customer calls; Nuclear services and business operations oversight, nuclear security support, management, regulatory, engineering, contract and material support; Energy Delivery management & oversight, distribution design; Power Operations operations support; Residential support services	\$ 12,293
Progress Energy Service Company, LLC	CP&L	Shared corporate functions including accounting and finance, audit, tax, legal, IT, HR, payroll, telecommunications, treasury, executive, corporate communications, security, supply chain management, environmental services, transportation/fleet management, facilities and real estate management, risk management, corporate services management, corporate planning, health and safety	\$ 186,716,470

<sup>1</sup> Rowan County Power LLC was sold to an unrelated third party on 8/31/2006.  
This report reflects affiliated transactions applicable to the period 1/1/2006 through 8/31/2006.

<sup>2</sup> DeSoto County Generating Co., LLC was sold to an unrelated third party on 5/31/2006.  
This report reflects affiliated transactions applicable to the period 1/1/2006 through 5/31/2006.

<sup>3</sup> Progress Telecom LLC, LLC was sold to an unrelated third party on 3/20/2006.  
This report reflects affiliated transactions applicable to the period 1/1/2006 through 3/20/2006.